ARIZONA CORPORATION COMMISSION

ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

STOPY MAR 1 3 2902

Director of Utilities

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

M

W-02472A MESCAL LAKES WATER SYSTEMS INC. P. O. BOX 85160 TUCSON AZ 85754-

ANNUAL REPORT

FOR YEAR ENDING

12 31 2001

FOR COMMISSION USE

ANN04 01

Processed by:

3-15-02 cm

SCANNED

COMPANY INFORMATION

Mailing Address	1121 W. Gran	Rd., #413	
Tucson	(Street)	AZ	85705
(City	<i>(</i>)	(State)	(Zip)
520-624-4404		520-792-0377	
Telephone No. (Include A	rea Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address			
Local Office Mailin	g Address		
		(Street)	
(City)		(State)	(Zip)
Local Office Telephone No	o. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)

MANAGEMENT INFORMATION

Tanagement Contact:	Southwestern Utility Management, (Name)	(Title)		
1121 W. Grant Rd., #413	Tucson	AZ	85705	
(Street)	(City)	(State)	(Zip)	
520-624-4404	520-792-0377			
Telephone No. (Include Area Code)	D=(C-11 N)		(Include Area Code)	
mail Address				
On Site Manager: Ez	ra H. Lewis			
On Site Manager: Ez	(Name)	AZ	85705	
on Site Manager.	(Name)	AZ (State)	85705 (Zip)	
1121 W. Grant Rd., #413	(Name) Tucson			

Statutory Agent: Ezra H. Lew	is		
	(Name)		05705
1143 W. Grant Rd., #413	Tucson (City)	AZ (State)	85705 (Zip)
(Street)			·
520-624-4404 Telephone No. (Include Area Code)	520-792-0377 Fax No. (Include Area Code	Pager Cell No. ((Include Area Code)
Attorney:	(Name)		
			(Zin)
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager Cell No. (I	nclude Area Code)
OWI	NERSHIP INFORMATIO	<u>N</u>	
Check the following box that applies to y	our company:		
Sole Proprietor (S)	C Corporation (C) (Other than Ass	sociation/Co-op)
Partnership (P)	x Subchapter S Cor	poration (Z)	
Bankruptcy (B)	Association/Co op	(A)	
Receivership (R)	Limited Liability	Company	
Other (Describe)			
	COUNTIES SERVED		
Check the box below for the county/ies in	n which you are certificated to pro	ovide service:	
П АРАСНЕ	x COCHISE	☐ coc	ONINO
☐ GILA	☐ GRAHAM	GRE	ENLEE
∐ GILA			
☐ LA PAZ	☐ MARICOPA	□ МОН	AVE
☐ NAVAJO	☐ PIMA	☐ PINA	L
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUM	A
☐ STATEWIDE			

UTILITY PLANT IN SERVICE

Acct.		Original	Accumulated	O.C.L.D.
No.	DESCRIPTION	Cost (OC)	Depreciation (AD)	(OC less AD)
301	Organization	104		104
302	Franchises	250		250
303	Land and Land Rights	9063		9063
304	Structures and Improvements	7303	3337	3966
307	Wells and Springs	30319	12112	18207
311	Pumping Equipment	49025	24777	24248
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	64054	34172	29882
331	Transmission and Distribution Mains	426067	295583	130484
333	Services	69060	24340	44720
334	Meters and Meter Installations	38678	19603	19075
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	693923	413924	279999

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	104		
302	Franchises	250		
303	Land and Land Rights	9063		
304	Structures and Improvements	7303	5%	365
307	Wells and Springs	30319	5%	1516
311	Pumping Equipment	49025	5%	2451
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	64054	5%	3203
331	Transmission and Distribution Mains	426067	5%	21303
333	Services	69060	5%	3454
334	Meters and Meter Installations	38678	5%	1934
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
-	TOTALS	693923		34226

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.		BEG	ANCE AT INNING OF YEAR	В	ALANCE AT END OF YEAR
	ASSETS				
	CURRENT AND ACCRUED ASSETS				
131	Cash	\$	7381	\$	10354
134	Working Funds		-		
135	Temporary Cash Investments		67397		79234
141	Customer Accounts Receivable		14777	_	21547
146	Notes/Receivables from Associated Companies				
151	Plant Material and Supplies		1101		1101
162	Prepayments				
174	Miscellaneous Current and Accrued Assets				
	TOTAL CURRENT AND ACCRUED ASSETS	\$	90656	\$	112236
	FIXED ASSETS				
101	Utility Plant in Service	S	688576	\$	693923
103	Property Held for Future Use			ļ	
105	Construction Work in Progress				
108	Accumulated Depreciation – Utility Plant	((379698)		(413924)
121	Non-Utility Property			_	
122	Accumulated Depreciation – Non Utility			-	
	TOTAL FIXED ASSETS	\$	308878	\$	279999
	TOTAL ASSETS	\$	399534	\$	392235

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES	YEAR	IEAR
	CURRENT LIABILITES		S
231	Accounts Payable	\$	3
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		/1050
235	Customer Deposits	43548	41859
236	Accrued Taxes	638	807
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 44186	S 42666
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	S	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	S
$\frac{251}{252}$	Advances in Aid of Construction	145840	144545
255	Accumulated Deferred Investment Tax Credits	1130.0	
233 271	Contributions in Aid of Construction	141573	141573
272	Less: Amortization of Contributions	(141573)	(141573)
281	Accumulated Deferred Income Tax		
201	TOTAL DEFERRED CREDITS	\$ 145840	S 144545
	TOTAL LIABILITIES	\$ 190026	\$ 187211
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100	S 100
211	Paid in Capital in Excess of Par Value	159638	159638
215	Retained Earnings	49770	45286
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 209508	S 205024
	TOTAL LIABILITIES AND CAPITAL	\$ 399534	\$ 392235

49770
(49770)
45286
45286

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 152595	\$ 155983
460	Unmetered Water Revenue		
474	Other Water Revenues	3130	2985
	TOTAL REVENUES	\$ 155725	S 158968
	OPERATING EXPENSES		
601	Salaries and Wages	\$	S
610	Purchased Water		
615	Purchased Power	11779	12061
618	Chemicals	69	21
620	Repairs and Maintenance	3144	3135
621	Office Supplies and Expense	1574	1595
630	Outside Services	55709	49553
635	Water Testing	2800	2110
641	Rents		
650	Transportation Expenses	3516	3901
657	Insurance – General Liability	2789	(1093)
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	238	448
403	Depreciation Expense	27023	34226
408	Taxes Other Than Income		
408.11	Property Taxes	7661	9221
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 116302	\$ 115178
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 2279	\$ 1607
421	Non-Utility Income	341	263
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(438)	(374)
	TOTAL OTHER INCOME/EXP	\$ 2182	\$ 1496
	NET INCOME/(LOSS)	\$ 41605	\$ 45286

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued		-		
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End		35914	
Meter Deposits Refunded During the Test Year	S	5299	

WATER COMPANY PLANT DESCRIPTION

<u>WELLS</u>

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-800432	15	80	8"	2"
not in service	5	10	6"	N/A
55-561268	15	140	8"	2"

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
none		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = _____

BOOSTER PUMPS		FIRE HYDRANTS		
Horsepower	Quantity	Quantity Standard	Quantity Other	
7.5	4			

STORAGE TANKS		PRESSURE TANKS		
Capacity	Quantity	Capacity	Quantity	
20000	1	3000	1	
50000	1	5000	1	

STATISTICAL INFORMATION

Total number of customers	420	
Total number of gallons sold	22,904,000	gallons

INCOME TAXES

For this reporting period, provide the following:		
Federal Taxable Income Reported	60850	
Estimated or Actual Federal Tax Liability	S Corporation	_
State Taxable Income Reported	60850	
Estimated or Actual State Tax Liability	S Corporation	_
Amount of Grossed-Up Contributions/Advances:		
Amount of Contributions/Advances	286118	-
Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances		-

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Sara A Jewis 3/11/02 DATE

Ezra H. Lewis President

PRINTED NAME TITLE

WATER AND SEWER **UTILITIES ONLY**

PROPERTY TAXES
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)
S9221.23
Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.
If no property taxes paid, explain reasons below:

VERIFICATION AND **SWORN STATEMENT Intrastate Revenues Only**

ARIZONA CORPORATION	Ų.
COMMISSION	
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MAR 1 3 2002

Director of Utilities

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STATE OF

Arizona

I. THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise

NAME (OWNER OR OFFICIAL) TITLE

Ezra H. Lewis

COMPANY NAME

Mescal Lakes Water Systems, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPRORATION COMMISSION

FOR THE YEAR ENDING

MONTH YEAR 31 2001 12

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

> Arizona IntraState Gross Operating Revenues Only (\$) **s** 168398

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 9430 IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON. THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

BONNIE C'CONNOP

DAY OF

TELEPHONE NUMBER

520-

20 OZ

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPERE

See Accountants' Report.

(SEAL)

VERIFICATION **AND** SWORN STATEMENT RESIDENTIAL REVENUE INTRASTATE REVENUES ONLY



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I. THE UNDERSIGNED

(COUNTY NAME) NAME (OWNER OR OFFICIAL) President Ezra H. Lewis COMPANY NAME

OF THE

Mescal Lakes Water Systems, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

YEAR DAY MONTH 2001 31 12

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE UTILITY OPERATIONS</u> RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES 165502

(THE AMOUNT IN BOX AT LEFT **INCLUDES \$** 9268 IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

DAL SEA

11 6 THIS

DAY OF

NOTARY PUBLIC NAME 20 02

BONNIE O CONNOR (SEAL) NOTABY HUBLIC-ARIZONA PIMA COUNTY

MY CÓM

SIGNATURE OF NOTARY PUBLIC

MARSHA BONHAM COCHISE COUNTY TREAS PARCEL IDENTIFICATION 124-15-626 8 BISBEE AZ 85603 MESCAL LAKES WATER SYSTE RECEIPT REQUESTED (X) PO BOX 85160 TUCSON AZ85754 MARSHA BONHAM COCHISE COUNTY TREAS PARCEL IDENTIFICATION 938-60-900 TAX AREA CODE 0900 MESCAL LAKES WATER SYSTE RECEIPT REQUESTED (X) TUCSON AZ 85705 MESCAL LAKES WATER SYSTE RECEIPT REQUESTED (X) TUCSON AZ 85705 *IF TOTAL TAX DUE IS \$55000 OR LESS FULL AMOUNT IS DUE NOW. SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE. ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON. 2000 2ND HALF COUPON MARSHA BONHAM COCHISE COUNTY TREAS PARCEL IDENTIFICATION 938-60-900 TAX AREA CODE 0900 TAX AREA CODE 0900 *IF TOTAL TAX DUE IS \$55000 OR LESS FULL AMOUNT IS DUE NOW. SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE. ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON. 2000 2ND HALF COUPON	DI FASE RETURN THIS PORTION WITH PAYMENT TO:	PLEASE RETURN THIS PORTION WITH PAYMENT TO	TAX ROLL NUMBER
Security Pearures included, Details on the Security of His Course Co. Treasurer PAY TO THE Marsha Bonham - Cochise Co. Treasurer MEMO NOTE: 210 10 3 7 11 12 2 2 10 5 2 78 12 0 10 10 10 10 13 7 11 10 10 10 10 10 10 10 10 10 10 10 10	MARSHA BONHAM COCHISE COUNTY TREAS P O BOX 1778 BISBEE AZ 85603 MESCAL LAKES WATER SYSTE RECEIPT REQUESTED (X) PO BOX 85160 TUCSON AZ85754	MARSHA BONHAM COCHISE COUNTY TREAS P O BOX 1778 BISBEE AZ 85603 MESCAL LAKES WATER SYST 1121 W GRANT RD STE 413 TUCSON AZ 85705	TAX ROLL NUMBER 107962 PARCEL IDENTIFICATION 938-60-900 TAX AREA CODE 0900 E RECEIPT REQUESTED (X
2000 2ND-HALF COUPON 2000 2ND-HALF COUPON TO PAY 2ND HALF TO PAY 2ND HALF TO PAY 2ND HALF PAY 4, 132. NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001	SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.	LOSS DAVMENT INSTRUCTIONS ON REWERSE SIDE OF NOTICE	E. I
TO PAY 2ND HALF PAY 4, 132. NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001 WILLS FARGO BANK TUCSON, AZ 85745 PAY TO THE Marsha Bonham - Cochise Co. Treasurer ODILARS MEMO MEMO MEMO MEMO MEMO MEMO MEMO MEMO MEMO TO PAY 2ND HALF PAY 4, 132. NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001 NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001 MESCAL LAKES WATER SYSTEMS, INC. P.O. BOX 85160 823-5192 TUCSON, AZ 85745 91-527/1/221 4/17/2001 DOLLARS MARSHA BONHAM - Cochise Co. Treasurer VOID AFTER 90 DAYS MEMO MEMO MEMO MEMO MEMO MEMO MEMO MEMO MEMO TO PAY 2ND HALF PAY 4, 132. NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001 MELLS FARGO BANK TUCSON, AZ 85745 91-527/1/221 4/17/2001 DOLLARS MARTHORIZED SIGNATURE MEMO MEMO	Name of the second seco	2000 2ND HALF COUPON	\
MESCAL LAKES WATER SYSTEMS, INC. P. O. BOX 85160 623-5192 PAY TO THE ORDER OF Four Thousand One Hundred Thirty-Two and 44/100**********************************		TO PAY 2ND HALF PAY	4,132.44
D2 12 4 15 6 2 6 0 0 8 2 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0		NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY	1, 2001
MESCAL LAKES WATER SYSTEMS, INC. P. O. BOX 85160 623-5192 TUCSON, AZ 85754 PAY TO THE ORDER OF Four Thousand One Hundred Thirty-Two and 44/100 Marsha Bonham - Cochise Co. Treasurer Wells FARGO BANK TUCSON, AZ 85745 91-527/1221 4/17/2001 **-4,132.44 DOLLARS Marsha Bonham - Cochise Co. Treasurer VOID AFTER 90 DAYS MEMO **-4,132.44 DOLLARS AUTHORIZED SIGNATURE **-4,132.44 **			
MESCAL LAKES WATER SYSTEMS, INC. P. O. BOX 85160 623-5192 TUCSON, AZ 85745 TUCSON, AZ 85745 91-527/1221 Marsha Bonham - Cochise Co. Treasurer Four Thousand One Hundred Thirty-Two and 44/100****** Marsha Bonham - Cochise Co. Treasurer Void After 90 DAYS MEMO MEMO MEMO Memory Features included. Details on Back. 6 Authorized Signature	0212415626008200000000000000	02938609000620000	0000413244
Marsha Bonham - Cochise Co. Treasurer Four Thousand One Hundred Thirty-Two and 44/100**********************************	P. O. BOX 85160 623-5192	TUCSON, AZ 85745	
Marsha Bonham - Cochise Co. Treasurer Void After 90 DAYS MEMO II 0 1 3 7 II 1 2 2 1 0 5 2 7 8 1 0 7 1 7 8 7 1 8 4 8 II 0 9 SECURITY FEATURES INCLUDED. DETAILS ON BACK. 6	PAT TO THE CONTRACT OF THE CON	\$	**4,132.44
MEMO		我我的我的我的我的我的我们我们我们我们我们的我们我们我们我们我们我们我们我们我	*******DOLLARS
MEMO	Marsha Bonham - Cochise Co. Treasurer	VOID AFTER 90	DAYS
	#001037# #:122105278#	0719891848II*) <u></u>
51N31U (10/00) 146465	& SECURITY FEATURES INC	CLUDED. DETAILS ON BACK. II	511010 (40/00) 140455
	•		51N31U (10/00) 148465

MESCAL LAKES WATER SYSTEMS, INC. P. O. BOX 85160 623-5192 TUCSON, AZ 85754

WELLS FARGO BANK TUCSON, AZ 85745 91-527/1221

10/25/2001

5,088.79 Marsha Bonham - Cochise Co. Treasurer PAY TO THE ORDER OF. Five Thousand Eighty-Eight and 79/100********************** DOLLARS Marsha Bonham - Cochise Co. Treasurer **VOID AFTER 90 DAYS MEMO** AUTHORIZED SIGNATURE #OO 1108# ○:1122105278:10719891848# ■ G SECURITY FEATURES INCLUDED. DETAILS ON BACK. G ... 1108 MESCAL LAKES WATER SYSTEMS, INC. Marsha Bonham - Cochise Co. Treasurer 10/25/2001 Discount Payment **Balance Due** Original Amt. Date Type Reference 86.36 86.36 86.36 Bill 09/28/2001 5,002.43 5,002.43 5,002.43 938609006 10/18/2001 Bill 5,088.79 Check Amount 5,088.79 131100 - Wells Fargo Ban PLEASE RETURN THIS PORTION WITH PAYMENT TO: MARSHA BONHAM COCHISE CO TREASURER P.O. BOX 1778 1108 TAX ROLL NUMBER **MESCAL LAKES WATER SYSTEM** 55261 Marsha Bonham - Cochise Co PARCEL IDENTIFICATION 124-15-626 BIŠBĒĒ Payment t Date Type ΑZ 85603 TAX AREA CODE 86.36 09/28/2001 Bill MESCAL PO BOX TUCSON 0900 WATER SYSTE RECEIPT REQUESTED (LAKES 5,002.43 10/18/2001 Bill 85160 5,088.79 AZ85754 PLEASE RETURN BOTH COUPONS WHEN PAYING *IF TOTAL TAX DUE IS \$ 100.00 OR LESS FULL AMOUNT IS DUE NOW. SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE. ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON. FULL YEAR TAX 2001 1ST HALF COUPON TO PAY 1ST HALF ONLY PAY TO PAY FULL YEAR TAX PAY



NOTE: 1st HALF TAXES DELINQUENT AFTER NOV 1, 2001

0212415626008200100000008636

5,088.79

86.36

2001 TAX NOTICE (2001 (1,2001 (COUNTY OF COCHIS		ODRESS: P.O.	HOY 1778	
LEGAL DESCRIPTION SECTION	TWN RNG PROPERTY 124-15-531-A	ACRES 1.5	ODRESS: P.O. BISE O USE 5500	TAMPOU LO 9.7 Z 8	856Q3
124-15-733-A 4,500	124-15-551-8	4,500		9 38 - 60 100 TAXAB	700 6
			A Mich	ATANT-SEE RE	Aut and and a
			FOR YOU	COMPLETE EXP. 1 2001 TAX NOTI MENT INSTRUCTI	MATION OF DE AND
85705 938-60-900 6 10	0770		200	TAX SUMMAP	Y (3)
HESCAL LAKES WAT	9728 PR SYSTEM		NE VAZORE		763648
EZRA H LEWIS/OWN	ER		18 83 61		00
TUCSON AZ	85705		AD YALDEE		763648
			AD VALCES	MIAX	236838
			OF THE T		00
TOWAR)	PROPERTY TAX CALCULATION (1			TOTAL OF HAL	
LANGHUKSEU. I ISDUULZDU	3375	FILE (233111) 3479	क्राच		000486
70TALS 27 Z 000	64 <i>6</i> 25 68000	0 763	14B	->	500243
LAND 11 3500 250	AND PROPERTY INTO CALCULATION AND PR	TAX PATE AD VALORE	TAX 1st	RELINQUENT DAT HALF NOV. 1, 21 HALF MAY 1, 21	901
PERSONAL PROPERTY 258500 250	64625	0 34700 324	THE B THE	ONLY NOTICE YOU'V	ALL RECEIVE
TOTALS Z7/2000 [%8000 200200 42004	0 1 2368	38 NO RECEIPT	MUL DE SONT UNUES	
02000 COCHISE COUNTY		99737 CO	2001 TOTA 201	155 162	44575 6761
O2001 COUNTY SCHOOL TAX E 07009 BENSON SD #9 08150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO 11900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FCD	OR COLLEGE	99737 33823 100 11985 100 00 61201 00 600 600 600 600 600 600 600 600 60	13 3 8 2 3	27062 474775 91747 63390 8199 876	6761 91224 24356 -2189 -21518 2353 3400 3400
O2001 COUNTY SCHOOL TAX E 07009 BENSON SD *9 08150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO 11900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FOD	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D	93923 00 11985 54014 18103 00 6901 00 6901 00 10546 00 876	33823 56599 118103 61201 6801 10546 876 3400	274775 4747747 9 1 7 4 7 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9	91224 26356 -2189 1518 2353
O2001 COUNTY SCHOOL TAX E O7009 BENSON SD #9 O8150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO 11900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FCD 30000 COCHISE COUNTY FCD 30000 COCHISE COUNTY FCD	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D	33923 00 1 985 54014 18103 00 00 61301 00 650 00 976 00 340 00 340 63648 236838	33823 565999 118103 61201 6801 10546 876 3400	27062 474775 91747 63390 5283 81993 976 00	94354 24354 24354 25189 2353 3400 3400
O2001 COUNTY SCHOOL TAX E(07009 BENSON SD #9 08150 COCHISE COUNTY JUNI: 10252 SAN PEDRO VALLEY HO: 14900 FIRE DISTRICT ASSIS: 14900 COCHISE COUNTY LIBRI 15000 COCHISE COUNTY FCD 30000 COCHISE COUNTY FCD COCHISE COUNTY FCD TEAROH LONG DOTHOLING	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D	33923 00 1 985 54014 1 8103 00 000 61201 000 10546 000 876 000 3400 000 3400 63648 236838	33823 565999 118103 61201 6801 10546 876 3400	27062 474775 91747 63390 5283 8199 976 00	91224 26356 15189 1518 2353 3400 3400
COUNTY SCHOOL TAX E O7009 BENSON SD *9 O8150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO 11900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FCD 30000 COCHISE COUNTY FOD 30000 COCHISE COUNTY FOD TEAROH ALONG DOTHELMES PLANE RETURN THE PORTION WITH PAYMENT TO: MARSHA BONHAM COCHISE CC TREASURER	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TAXROL NAME 109728 MARCH TENHINGATION	33923 00 1 985 54014 18103 00 00 6120 00 690 00 10546 00 3400 63648 236838 FLAGRAGOS PLEASE PETLANTING POR MARSHA BONHAM COCHISE CO TR	33823 565999 118193 61201 6801 10546 876 3400	27062 474775 93390 5283 81993 976 00	91224 24356 -1518 2353 -00 3400 -173998
O2001 COUNTY SCHOOL TAX E(07009 BENSON SD #9 08150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO: 11900 FIRE DISTRICT ASSIS: 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FOD 30000 COCHISE CNTY JOINT TEARCH LANG DOTTO LINES PLANE RETURN THE PORTION WITH PRYMENT TO: MARSHA BONHAM	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TAXABLE DESTRICTION 938-60-900 6 TAXABLACOOK	93923 00 1 985 54014 18103 00 00 6120 00 690 00 876 00 3400 00 3400 63648 236838 FLEASE RETURN THIS POR MARSHA BONHAM	33823 565999 118193 61201 6801 10546 876 3400	27062 474775 91747 63390 5283 8193 976 00 00 00 109728 PARCHARM 938-60-99 788-60-99	91224 24356 -15189 -1518 2353 -00 3400
O2001 COUNTY SCHOOL TAX EGOTOOD BENSON SD #9 08150 COCHISE COUNTY JUNIOUS SAN PEDRO VALLEY HOTO FIRE DISTRICT ASSISTANCE OF THE COUNTY LIBRATION COCHISE COUNTY LIBRATION COCHISE COUNTY FOR SOURCE COCHISE COTTREASURES MESCAL LAKES WATER SYSTEMATICAL COCHISE AZ 85603	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TAX FOLL NAMES 109728 PARCEL TO SHIPPICATION 938-60-900 6	33923 000 1985 154014 16985 154014 16985 154014 16986	33823 565999 118103 61201 6801 10546 876 3400 1000486 1000000000000000000000000000000000000	27062 474775 91747 63390 5283 81993 976 976 976 978 978 978 938-60-9	91224 24356 -2189 -1518 2353 -00 3400
COUNTY SCHOOL TAX E 07009 BENSON SD #9 08150 COCHISE COUNTY JUNI 10252 SAN PEDRO VALLEY HO 11900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRA 15000 COCHISE COUNTY FOD 30000 COCHISE CNTY JOINT TEAROF JUNE POTTED WITH PAYMENT TO: MARSHA BONHAM COCHISE CC TREASURER P 0 BOX 1778 BISBEE AZ 85603	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TAX HOLL NUMBER 109728 PARCEL REPREDATION 938-60-900 6 YAX AREA COOK 0900	33923 00 1 985 54014 18103 00 00 6120 00 10546 00 876 00 3400 63648 236838 FLANGE PETURN THIS POR MARSHA BONHAM COCHISE CO TR P O BOX 1778 BISBEE AZ	33823 565999 118103 61201 6801 10546 876 3400 1000486 1000000000000000000000000000000000000	27062 474775 91747 63390 5283 8199 976 00 00 00 00 00 00 00 00 00 00 00 00 00	191224 26356 -1518 2353 -00 3400
O2001 COUNTY SCHOOL TAX E(07009) BENSON SD #9 08150 COCHISE COUNTY JUNI: 10252 SAN PEDRO VALLEY HO: 11900 FIRE DISTRICT ASSIS: 14900 COCHISE COUNTY LIBRI 15000 COCHISE COUNTY FCD 30000 COCHISE CNTY JOINT TEAOFLUON DOTTSUMS PLANE RETURN THE PORTION WITH PAYMENT TO: MARSHA BONHAM COCHISE CC TREASURER P 0 BOX 1778 BISBEE AZ 85603 MESCAL LAKES WATER SYST 1121 W GRANT RD STE 4:3	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TANTALS TA	33923 000 1985 000 1985 000 6120 000 630 000 612	33823 565999 118103 61201 6801 10546 876 3400 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486 1000486	27062 474775 91747 63390 5283 8199 976 976 976 976 978 938-60-9 10970 PACCEPT PECUA PACCEPT PECUA	191224 24356 -2189 -1518 2353 -00 3400
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O2001 COUNTY SCHOOL TAX END O7009 BENSON SD #9 08150 COCHISE COUNTY JUNI. 10252 SAN PEDRO VALLEY HO: 14900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRATED COCHISE COUNTY FOR SOURCE COCHISE COUNTY FOR SOURCE COCHISE COUNTY FOR SOURCE COCHISE COTY JOINT TEAR OF ALONG DOTTED LIBRATED COCHISE COTY JOINT TEAR OF ALONG DOTTED LIBRATED COCHISE COTY FOR SOURCE COUNTY FOR SOURCE COCHISE COTY JOINT TEAR OF ALONG DOTTED LIBRATED COCHISE COUNTY FOR SOURCE COUNTY FO	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TAX HOLL NUMBER 104 104 104 104 104 104 104 104 104 104	1985 54014 1985 54014 1985 54014 1985 54014 1985 54014 1985 19	33823 565999 118103 61201 6801 10546 876 3400 1000486	27062 474775 91747 63390 5283 8199 976 976 976 976 978 978 938-60-9 10970 PACCEPT RECUL PACCEPT	191 224 26356 2189 1518 2353 3400 3400 3400 1173998 MARKA MICATION 100 6 1006 1006 1006 1006 1006 1006 100
COUNTY SCHOOL TAX EN OTO 10709 BENSON SD #9 08150 COCHISE COUNTY JUNI. 10252 SAN PEDRO VALLEY HO: 14900 FIRE DISTRICT ASSIS 14900 COCHISE COUNTY LIBRATION COCHISE COUNTY FCD 30000 COCHISE COUNTY JOINT TEAROF LONG DOTTED LIBRATION MITH PAYMENT TO: MARSHA BONHAM COCHISE CC TREASURER P O BOX 1778 BISBEE AZ 85603 MESCAL LAKES WATER SYST 1121 W GRANT RD STE 4:3 TUCSON AZ 85705	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TANTOL NUMBER 109728 PARCEL TOP TOP YAXARA COOR 0900 PRECENT REQUESTED ()	1985 54014 1985 54014 1985 54014 1985 54014 1985 54014 1985 19	33823 565999 118103 61201 6901 10546 676 3400 3400 1000486 100	27062 474775 91747 63390 5283 8193 976 900 926488 109728 109	191 224 26356 2189 1518 2353 3400 3400 3400 1173998 MARKA MICATION 100 6 1006 1006 1006 1006 1006 1006 100
COUNTY SCHOOL TAX END OTO 10 BENSON SD #9 08150 COCHISE COUNTY JUNI. 10252 SAN PEDRO VALLEY HO. 11900 FIRE DISTRICT ASSIS. 14900 COCHISE COUNTY LIBRATED COCHISE COUNTY FOR SOURCE COCHISE COUNTY FOR SOURCE COCHISE COUNTY FOR SOURCE COCHISE COTY JOINT TEAR OF JUNE DOTTED JUNI. TO BOX 1776 BISBEE AZ 85603 MESCAL LAKES WATER SYST 1121 W GRANT RD STE 4:3 TUCSON AZ 85705 TO TOTAL TAX DUE B \$250.00 ON LESS RALL AND JUNIT R. D. SEE PRAYMENT INSTRUCTIONS ON PREVIOUS OF NOTICE BYTER ADDRESS GORGEOTHER ON THE BACK OF THESE CO. 2001 2ND HALF COUPON TO PAY 200 HALF PAY	OR COLLEGE SPITAL DIST TANCE FUND ARY DIST #80-49 TECHNOLOGY D TANTOL NUMBER 109728 PARCEL TOP TOP TO SECURITY 938-60-900 6 TANTER COOR 0900 PRECENT REQUESTED ()	1985	33823 565999 118103 61201 6901 10546 676 3400 3400 1000486 100	27062 474775 91747 63390 5283 8193 976 900 926488 109728 109	191 224 26356 2189 1518 2353 3400 3400 3400 1173998 MARKA MICATION 100 6 1006 1006 1006 1006 1006 1006 100

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DOUGLAS R. HOLM, CPA EMMA K. HESTAND, CPA JANETTE G. VALENZUELA, CPA TELEPHONE: (520) 326-8483 FAX: (520) 795-5191 E-MAIL: HHVCPA@EARTHLINK.NET

We have compiled the balance sheets of Mescal Lakes Water Systems, Inc. as of December 31, 2001 and 2000, and the related comparative statements of income and expense for the years then ended, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holin, Hasterd VoleywoodPAS PC

February 15, 2002